

Message Text

CONFIDENTIAL

PAGE 01 STATE 018356

43

ORIGIN FEA-01

INFO OCT-01 EUR-12 ISO-00 ES-01 AEC-05 AID-05 CEA-01

CIAE-00 CIEP-01 COME-00 DODE-00 EB-07 FPC-01 H-01

INR-07 INT-05 L-02 NSAE-00 NSC-05 OMB-01 PM-03 RSC-01

SAM-01 OES-03 SP-02 SS-15 STR-01 TRSE-00 FRB-03 GSA-01

/086 R

DRAFTED BY FEA:LHELLER

APPROVED BY EUR/RPM:GBHELMAN

FEA:JMORRIS

OP/GSA:RGRIFFITH

EB/ORF/FSE:RMARTIN

EUR/RPM:JHKING

EUR/RPE:JTARRANT

----- 040324

P 251654Z JAN 75

FM SECSTATE WASHDC

TO USMISSION NATO PRIORITY

C O N F I D E N T I A L STATE 018356

E.O. 11652: GDS

TAGS: MARR, NATO

SUBJECT: CEP:(1) GUIDANCE FOR PPC WORKING GROUP (PPCWG)

MEETING, JANUARY 27-28, 1975; (2) US POSITION ON OIL

CONSULTANTS; AND (3) COMMENTS ON 288 GROUP PAPER

REFS: (A) NATO A-214, (B) NATO A-213

1. FOR PURPOSES OF ARTICULATING US POSITION ON NCWA FLEXIBILITY GENERALLY AND REVISION OF NWOOT SPECIFICALLY, MISSION SHOULD DRAW HEAVILY ON SPEAKING PAPER ON SAME SUBJECT USED AT NOVEMBER 25-26 PPC MEETING. COPY OF THIS PAPER WAS LEFT WITH MISSION AFTER PPC MEETING.

CONFIDENTIAL

CONFIDENTIAL

PAGE 02 STATE 018356

2. ON AC/98-D/737, DOCUMENT SATISFACTORY REFLECTS PREVIOUSLY AGREED APPROACH TO EXAMINATION OF NCWAS GENERALLY AND IS VALID GUIDANCE FOR EXAMINATION OF NWOO SPECIFICALLY.

3. ON QUESTION OF KELLY PAPER ON "REVISION OF THE NATO STRUCTURE," USG VIEW IS THAT PAPER MAKES A USEFUL INITIAL CONTRIBUTION TO PPC DIALOGUE WHICH SEEKS TO TAKE INTO ACCOUNT CREATION OF INTERNATIONAL ENERGY AGENCY (IEA) IN PLANNING FOR NWOO. HOWEVER, ANY CONSIDERATION

OF A REVISED NWOO TO REFLECT ESTABLISHMENT OF IEA, INCLUDING REVISION PROPOSED IN THIS PAPER, MUST AWAIT FURTHER DEVELOPMENTS IN IEA ORGANIZATIONAL STRUCTURE, PARTICULARLY STRUCTURE AND RESPONSIBILITIES OF ANY RELATED BODIES. THESE MATTERS ARE CURRENTLY UNDER CONSIDERATION BY THE MEMBERS OF IEA. THUS, DETAILED CONSIDERATION OF DRAFT PAPER MUST AWAIT FURTHER DEVELOPMENTS IN IEA. IN THE MEANTIME, WE SUGGEST THAT KELLY PAPER BE REDRAFTED TO TAKE INTO ACCOUNT FINAL VERSION OF IEA AGREEMENT AND DEVELOPMENTS SINCE NOVEMBER.

4. SHOULD QUESTION OF OIL CONSULTANTS BE RAISED IN PPCWG, MISSION SHOULD DRAW ON SPEAKING PAPER ON SAME SUBJECT USED AT LAST PPC MEETING, COPY OF WHICH WAS LEFT WITH MISSION AFTER MEETING. USG POSITION IS THAT WE WILL NOT REPEAT NOT DESIGNATE OIL CONSULTANTS TO NATO AT THIS TIME. WE WILL KEEP CERTAIN INDIVIDUALS IN MIND FOR POSSIBLE FUTURE DESIGNATION IN EVENT OF AN ACTUAL CRISIS, BUT CONSIDER IT AWKWARD AND INEFFECTUAL TO DESIGNATE INDIVIDUALS NOW. (FYI - VAN EUPEN, PPC CHAIRMAN, HAS BEEN APPRISED THAT USG WILL NOT NOMINATE CONSULTANTS THROUGH CONVERSATION IN THE HAGUE ON FEBRUARY 17 WITH US PPC REP MORRIS. FEA HAS ALSO LEARNED FROM CANADIAN PPC REP CHARBONNEAU THAT CANADA ALSO WILL NOT DESIGNATE ANY OIL CONSULTANTS - END FYI.)

5. AT LAST 288 GROUP MEETING (REF B), US WAS REQUESTED TO REVIEW AC/288(WG/1)-D(74)1 FOR STATISTICAL ACCURACY OF PARAGRAPHS 5, 8 AND 11. FOLLOWING REVISIONS TO CONFIDENTIAL

CONFIDENTIAL

PAGE 03 STATE 018356

DOCUMENT SHOULD BE MADE:

A. PARA 5 SHOULD READ: "INDIGENOUS OIL PRODUCTION (INCLUDING NATURAL GAS LIQUIDS) IN THE US REACHED 527 MILLION TONS IN 1972 BUT STAGNATED IN VOLUME IN THE LAST YEARS. DUE TO RISING DEMAND IT NO LONGER COVERS 100 PERCENT OF INLAND CONSUMPTION AS IN PREVIOUS YEARS BUT ONLY SEVENTY FIVE PERCENT IN 1971 AND 69 PERCENT IN

1972. THIS PERCENTAGE WILL FURTHER DECLINE UNTIL THE
ARRIVAL OF ALASKAN OIL WHICH CANNOT BE EXPECTED BEFORE
1977."

B. FIRST SENTENCE OF PARA 8 SHOULD READ: "THE BIGGEST
PORTION OF CRUDE IMPORTED IN 1972 BY THE US CAME FROM
CANADA (6 PERCENT OF INLAND CONSUMPTION), FOLLOWED BY
2.2 PERCENT FROM VENEZUELA AND OTHERS IN WESTERN
HEMISPHERE."

C. FIRST THREE LINES OF PARA 11 SHOULD READ: "THE
EXTERNAL OIL SUPPLY OF THE US IS BASED MORE ON FINISHED
OIL PRODUCTS (15.9 PERCENT OF CONSUMPTION IN 1972)
THAN ON CRUDE (14.5 PERCENT). 121 MILLION TONS OF
PRODUCTS CAME PRIMARILY FROM ..."

INGERSOLL

CONFIDENTIAL

NNN

Message Attributes

Automatic Decaptioning: X
Capture Date: 01 JAN 1994
Channel Indicators: n/a
Current Classification: UNCLASSIFIED
Concepts: INSTRUCTIONS, PETROLEUM, IMPORTS, MEETINGS, FOREIGN POLICY POSITION, MEETING DELEGATIONS
Control Number: n/a
Copy: SINGLE
Draft Date: 25 JAN 1975
Decaption Date: 01 JAN 1960
Decaption Note:
Disposition Action: RELEASED
Disposition Approved on Date:
Disposition Authority: ElyME
Disposition Case Number: n/a
Disposition Comment: 25 YEAR REVIEW
Disposition Date: 28 MAY 2004
Disposition Event:
Disposition History: n/a
Disposition Reason:
Disposition Remarks:
Document Number: 1975STATE018356
Document Source: CORE
Document Unique ID: 00
Drafter: LHELLER
Enclosure: n/a
Executive Order: GS
Errors: N/A
Film Number: D750029-0077
From: STATE
Handling Restrictions: n/a
Image Path:
ISecure: 1
Legacy Key: link1975/newtext/t19750120/aaaaargi.tel
Line Count: 132
Locator: TEXT ON-LINE, ON MICROFILM
Office: ORIGIN FEA
Original Classification: CONFIDENTIAL
Original Handling Restrictions: n/a
Original Previous Classification: n/a
Original Previous Handling Restrictions: n/a
Page Count: 3
Previous Channel Indicators: n/a
Previous Classification: CONFIDENTIAL
Previous Handling Restrictions: n/a
Reference: 75 NATO A-214, 75 NATO A-213
Review Action: RELEASED, APPROVED
Review Authority: ElyME
Review Comment: n/a
Review Content Flags:
Review Date: 17 APR 2003
Review Event:
Review Exemptions: n/a
Review History: RELEASED <17 APR 2003 by KelleyW0>; APPROVED <17 SEP 2003 by ElyME>
Review Markings:

Margaret P. Grafeld
Declassified/Released
US Department of State
EO Systematic Review
05 JUL 2006

Review Media Identifier:
Review Referrals: n/a
Review Release Date: n/a
Review Release Event: n/a
Review Transfer Date:
Review Withdrawn Fields: n/a
Secure: OPEN
Status: NATIVE
Subject: CEP:(1) GUIDANCE FOR PPC WORKING GROUP (PPCWG) MEETING, JANUARY 27-28, 1975; (2) US POSITION ON OIL
TAGS: MARR, NATO, PPC
To: NATO BRUSSELS
Type: TE
Markings: Margaret P. Grafeld Declassified/Released US Department of State EO Systematic Review 05 JUL 2006